

MINUTES OF THE MEETING OF THE BOARD OF PUBLIC WORKS, JUNE 21, 1960

The Board of Public Works met in the office of the Treasurer, State Treasury Building, Annapolis, Maryland, on Tuesday, June 21, 1960.

There were present: Louis L. Goldstein, Comptroller
Hooper S. Miles, Treasurer.

Also present were:

Mr. Albert P. Backhaus, Director, Department of Public Improvements
Mr. James G. Rennie, Director, Department of Budget and Procurement

BONDS:

Maryland Port Authority Loan of 1958	\$ 2,000,000
Baltimore City Jail Loan of 1960	825,000
Loyola College Loan of 1959	750,000
General Construction Loan of 1959	2,897,000
General Construction Loan of 1957	2,965,000
General Public School Construction Loan of 1956	4,050,000

The Board met for the purpose of opening bids for bonds in accordance with resolution passed by the Board at its meeting of May 16, 1960, and advertisement for proposals which appeared in the Baltimore Sun and in the Baltimore News-Post under date of June 8, 1960, and the bonds for which proposals were requested in the advertisement are:

\$2,000,000 - Maryland Port Authority Loan of 1958
Installment to be dated July 15, 1960, as authorized by
Chapter 100 of the Acts of the General Assembly of Maryland
of 1958.

\$ 825,000 - Baltimore City Jail Loan of 1960
Total loan to be dated July 15, 1960, as authorized by
Chapter 114 of the Acts of the General Assembly of Maryland
of 1960.

\$ 750,000 - Loyola College Loan of 1959
Total loan to be dated July 15, 1960, as authorized by
Chapter 397 of the Acts of the General Assembly of Maryland
of 1959.

\$2,897,000 - General Construction Loan of 1959
Installment to be dated July 15, 1960, as authorized by
Chapter 804 of the Acts of the General Assembly of Maryland
of 1959, as amended by Chapters 5, 79 and 86 of the Acts of
the General Assembly of Maryland of 1960.

\$2,965,000 - General Construction Loan of 1957
Installment to be dated July 15, 1960, as authorized by
Chapter 532 of the Acts of the General Assembly of Maryland
of 1957, as amended by Chapters 66 and 95 of the Acts of
the General Assembly of Maryland of 1958, Chapter 16 of the
Acts of the General Assembly of Maryland of 1958 (Special
Session of March 13, 1958), Chapter 115 of the Acts of the
General Assembly of Maryland of 1959 and Chapter 5 of the
Acts of the General Assembly of Maryland of 1960.

\$4,050,000 - General Public School Construction Loan of 1956
Installment to be dated July 15, 1960, as authorized by
Chapter 80 of the Acts of the General Assembly of Maryland
of 1956, as amended by Chapters 39 and 86 of the Acts of
the General Assembly of Maryland of 1958, and Chapter 5 of
the Acts of the General Assembly of Maryland of 1960.

The bids received and opened were as follows:

<u>Bidders</u>	<u>Amount</u> <u>Bid For</u>	<u>Interest</u> <u>Rate</u>	<u>Bid</u>
Morgan Guaranty Trust Co. & Asso.	\$ 825,000.00	3%	100.189999
	750,000.00	3%	100.189999
	2,897,000.00	3%	100.189999
	2,000,000.00	3%	100.189999
	2,965,000.00	3%	100.189999
	4,050,000.00	3%	100.189999

(cont.)

(Bonds)

<u>Bidders</u>	<u>Amount</u> <u>Bid For</u>	<u>Interest</u> <u>Rate</u>	<u>Bid</u>
Phelps, Fenn & Co. & Asso.	\$ 825,000.00	3 1/8%	100.8526
	750,000.00	3 1/8%	100.8531
	2,897,000.00	3 1/8%	100.8526
	2,000,000.00	3 1/8%	100.8519
	2,965,000.00	3 1/8%	100.8519
	4,050,000.00	3 1/8%	100.8521
Chase Manhattan Bank & Asso.	\$ 825,000.00	3%	100.131999
	750,000.00	3%	100.131999
	2,897,000.00	3%	100.131999
	2,000,000.00	3%	100.131999
	2,965,000.00	3%	100.131999
	4,050,000.00	3%	100.131999
Harris Trust & Savings Bank & Asso.	\$ 825,000.00	3%	100.1099
	750,000.00	3%	100.1099
	2,897,000.00	3%	100.1099
	2,000,000.00	3%	100.1099
	2,965,000.00	3%	100.1099
	4,050,000.00	3%	100.1099
Drexel & Co. & Asso.	\$ 825,000.00	3%	100.055
	750,000.00	3%	100.055
	2,897,000.00	3%	100.055
	2,000,000.00	3%	100.055
	2,965,000.00	3%	100.055
	4,050,000.00	3%	100.055
First National City Bank of New York & Asso.	\$ 825,000.00	3%	100.0294
	750,000.00	3%	100.0306
	2,897,000.00	3%	100.0283
	2,000,000.00	3%	100.0283
	2,965,000.00	3%	100.0298
	4,050,000.00	3%	100.0289

After due consideration of the foregoing bids, the following resolutions were offered, seconded and unanimously adopted:

BE IT ORDERED that the bids of Morgan Guaranty Trust Company of New York for the bonds above referred to, as submitted to the Board at this meeting be and the same hereby are accepted.

BE IT FURTHER ORDERED that the bonds above referred to be issued in accordance with the applicable laws of the State of Maryland.

BE IT FURTHER ORDERED that the interest rate on all of the said bonds be and the same hereby is fixed at 3%.

BE IT FURTHER ORDERED that the Treasurer of the State of Maryland be and he hereby is authorized and directed to return to the unsuccessful bidders for the above mentioned bonds the certified checks which accompanied their respective proposals.

GENERAL EMERGENCY FUND:

Upon the recommendation of the Department of Budget and Procurement, the Board approved the following allotments from the General Emergency Fund:--

1961 -

Public Service Commission - \$7,500.00, to enable the People's Counsel to employ special auditing and legal assistance in connection with the proceedings before the Public Service Commission involving application of the Cumberland and Allegheny Gas Company for authority to increase its rates.

State Treasurer - \$10,500.00, necessary to purchase three check writing machines and three linotype machines. Purchase to be made through the Central Purchasing Bureau in the usual manner.

STATE RETIREMENT SYSTEMS:

Mr. Miles called the attention of the Board to the fact that under the provisions of Chapter 70 of the Acts of 1958, creating the Advisory Investment Committee for the Retirement Systems of the State Of Maryland, the term of Mr. R. Wilson Oster, Financial Vice President of the U. S. Fidelity and Guaranty Company, will expire on June 30, 1960.

The Board re-appointed Mr. Oster to this Committee for a term of four years from July 1, 1960, and requested the Secretary to write Mr. Oster expressing appreciation of his efforts, wisdom and counsel during the past two years when he served on the Committee.

STATE TOBACCO WAREHOUSE:

The Board approved General Item 2 of the agenda of the Department of Budget and Procurement concerning a request from the State Tobacco Warehouse to make roof repairs in the approximate amount of \$1,300.00, using this amount of the previous allotment of \$15,000.00 from the General Emergency Fund; provided that all obligations of the warehouse applicable to the current fiscal year can be paid within the warehouse's receipts plus the \$15,000.00 allotment.

UNIVERSITY OF MARYLAND:

Mr. Rennie submitted a request from the University of Maryland for permission to expend through budget amendment, under the provisions of Section 249, Sub-section (E-2) of Article 77 of the Annotated Code, the Special Fund income of the University over the estimated receipts for the 1960 fiscal year, as follows:

Administration	\$ 42,500
Agricultural Research	4,005
Agricultural Extension Service	5,603
Agricultural Services and Control	68,255
School of Law	2,900
School of Medicine	2,600
School of Nursing	2,800
School of Pharmacy	5,900
Physical Plant Maintenance & Operation	43,800
Maryland State College-Princess Anne	<u>31,467</u>
Total Unappropriated Special Fund Revenue	<u>\$209,830</u>

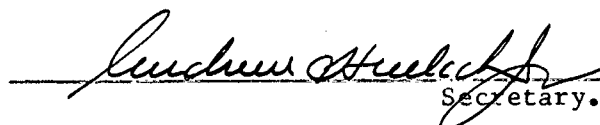
Mr. Rennie stated that these funds are to be expended generally to cover increased costs resulting from increased activities which produced the additional revenues, the reasons for all of which are covered in detail on the amendments for the various divisions of the University. Further, that Agricultural receipts represent greater activity in each case and that these funds are necessary to maintain individual departmental programs:

Administration	\$42,500
Agricultural Research	4,005
Agricultural Extension Service	5,603
Agricultural Services and Control	68,255
School of Law	2,900
School of Medicine	2,600
School of Nursing	2,800
School of Pharmacy	5,900
Physical Plant Maintenance & Operation	43,800
Maryland State College-Princess Anne	<u>31,467</u>
Total Appropriations	<u>\$209,830</u>

The Board approved the request presented.

ADJOURNMENT:

There being no further business, the meeting was adjourned.


Secretary.